



JOBS AND INVESTMENT TAX CREDIT WORKSHEET FOR TAX YEAR 2010 36 MRSA § 5215

TAXPAYER NAME: _____ EIN/SSN: _____

Note: Owners of pass-through entities (partnerships, LLCs, S corporations, trusts, etc.) making an eligible investment, see instructions. Also, please provide name and ID number of the pass-through entity on the lines below.

NAME OF PASS-THROUGH ENTITY

EIN/SSN

Part 1

1. 2010 qualified investment attributable to property located in Maine (must be at least \$5,000,000) 1. _____
2. Credit claimed. Enter 2010 qualified federal credit (See instructions. The taxpayer must meet the criteria in Parts 2A & 2B below in order to claim a credit amount on this line.) 2. _____
3. Carryover from prior years (see instructions) 3. _____
4. Total credit available (add lines 2 and 3). Do not enter more than \$500,000. Enter here and on Form 1120ME, Schedule C, line 29b, or Form 1040ME, Schedule A, line 18 4. _____

If this is the only Maine income tax credit you are claiming this year, complete lines 5 and 6. Otherwise, go to line 7.

5. Tax Liability. Enter the amount from Form 1120ME, line 7a or Form 1040ME, Schedule A, line 20 5. _____
6. Credit Used. Enter the lesser of line 4 or line 5 6. _____
7. Carryforward amount available for future tax years:
 - a. If you completed lines 5 and 6, subtract line 6 from line 4.
 - b. If you **did not** complete lines 5 and 6, enter the amount from line 4 not used on Form 1040ME, Schedule A or Form 1120ME, Schedule C as a result of claiming other Maine credits and because the total of all credits claimed is limited to the Maine tax liability 7. _____

VERIFICATION OF JOB CREATION FOR INVESTMENT IN 2009 (See instructions)

Part 2A

8. 2007 unemployment contribution wages 8. _____
9. 2008 unemployment contribution wages 9. _____
10. 2009 unemployment contribution wages 10. _____
11. Enter greatest of line 8, 9 or 10 11. _____
12. 2010 unemployment contribution wages (The unemployment compensation may be for 2010, 2011 or 2012 - see instructions) 12. _____
13. New jobs credit base. Subtract line 11 from line 12 (You do not qualify for the credit if less than \$1,200,000) 13. _____

Part 2B

14. Date qualified investment placed in service in Maine 14. _____
15. Were there at least 100 new jobs created within 2 years of the date on line 14? 15. ☐ Yes ☐ No
 - 15a. If so, as of what date? 15a. _____

2010 JOBS AND INVESTMENT TAX CREDIT WORKSHEET INSTRUCTIONS

This credit is based on the qualified federal investment credit as it existed in IRC § 38(b)(1), as of December 31, 1985 that is directly and solely attributable to a qualified investment in Maine. A qualified investment generally consists of new or used tangible personal property (other than air conditioning or heating units) and certain other tangible property (not including a building and its structural components) that is depreciable and that is used as an integral part of manufacturing, production, or extraction, or property that is related to furnishing transportation, communications, electrical energy, gas, water, or sewage disposal services. Other property such as certain research facility property, elevators and escalators, agricultural structures, and certain rehabilitated property, timber property and storage facilities may also be considered qualified investments.

Public utilities may not claim this credit. Retail facilities may not claim this credit unless it can be shown that the investment will not adversely affect existing businesses in Maine.

For purposes of the Maine credit, a qualified investment of at least \$5 million must be made attributable to new or used property located in Maine. Used property is defined as property originally placed in service by the taxpayer outside Maine. The basis for used property placed in service prior to January 1, 1997 is the original cost. For used property placed in service on or after January 1, 1997, the basis is the adjusted basis (using straight-line depreciation) to account for the period of time the property was used outside Maine.

The qualified federal credit is equal to a percentage of the qualified federal investment, the rate dependent on the type of property placed into service. Generally, three federal rates apply: the regular percentage (10%), the energy percentage (from the federal table), and the rehabilitation percentage (from federal table).

To be eligible to claim this credit, a taxpayer must add at least 100 new jobs within two years of the qualified investment. The new jobs must: have a new jobs credit base of at least \$1,200,000 for the taxable year or for either of the next two calendar years.

The Maine credit used in any one year is limited to the lesser of \$500,000 or the regular income tax liability of the taxpayer. Any unused credit amounts may be carried over for an additional 6 years for a maximum credit of \$3.5 million. Recapture provisions apply for qualified investments disposed of prior to the end of its useful life. Special provisions apply to corporations that are members of an affiliated-unitary group. Businesses cannot receive both this credit and benefits from the Employment Tax Increment Financing Program, 36 MRSA §§ 6751-61, in the same tax year.

In the case of pass-through entities (partnerships, LLCs, S Corporations, trusts, etc.), the partners, members, stockholders, beneficiaries, etc., are allowed a credit in proportion to their respective interest in these entities. Attach a schedule showing the credit generated by the pass-through entity and the assignment/distribution to each partner, shareholder, beneficiary, etc. Include the name, address, and federal ID number of the pass-through entity on the schedule and the name and SSN/EIN of each partner, shareholder, beneficiary, etc.

SPECIFIC LINE INSTRUCTIONS

Please enter the taxpayer name and employer identification ("EIN") or social security number ("SSN").

Part 1

- Line 1. **Qualified Investment.** Enter the federal qualified investment made during the taxable year attributable to property located in Maine. Must be at least \$5,000,000. (**NOTE:** If less than \$5,000,000 there is no credit.) See general instructions above for a description of property constituting a qualified investment.
- Line 2. The **qualified federal credit** is determined by application of the IRC of 1954, §§ 38, 46 and 48 as of December 31, 1985. The amount entered on this line must be attributable to property (qualified investment) located in Maine. In addition, the taxpayer must meet the criteria contained in Part 2 in order to claim a credit amount on this line. **Attach a schedule itemizing the qualified investment by property type and applicable federal percentage for purposes of the qualified federal investment credit as it existed in the IRC of 1954, § 38(b)(1), as of December 31, 1985. Indicate whether the property is new or used when placed into service in Maine. For used property, attach a schedule showing depreciation for use of the property outside Maine.**
- Line 3. **Carryover from prior year.** The carryover amount is the portion of the available credit claimed but not taken from the last 6 years. Enter the allowable carryforward amount on this line. Provide a schedule showing your entry on this line.
- Lines 5-7. The credit is limited to the tax liability of the taxpayer. Any unused credit amount resulting from this limitation or the \$500,000 limitation may be carried forward for up to 6 years, except that in no event may a credit (including carryover) relating to a qualified investment be claimed for more than 7 years.

Part 2

Complete Part 2A to verify that 100 new jobs, with a credit base of at least \$1,200,000, were created relative to the qualified investment on line 1. If line 13 is not at least \$1,200,000, you are not eligible to take the credit this year but may qualify if the new jobs credit base requirement is met in 2010 or 2011. Complete Part 2B to show that the 100 new jobs relative to the qualified investment on line 1 were created within 2 years of the date that the qualified investment was placed in service in Maine.

- Line 12. Enter the unemployment compensation wages from the year in which the 100 employee new job credit base is reached. For investments placed in service in 2010, this may be the unemployment compensation wages from 2010, 2011 or 2012. The applicable wage base is entered on line 12 of the worksheet for the year of investment. If the new jobs credit base is reached in an allowable year subsequent to the investment year, an amended income tax return, for the year of investment, must be filed.